

**Proprietary Funds  
Major Enterprise Fund**

Enterprise funds are used to account for revenues resulting primarily from charges for services provided to the general public and the related costs of such services.

*Major Enterprise Fund:*

- **Water Resources** – This fund accounts for the revenues and expenses related to the City's water system.

**CITY OF ASHEVILLE**  
**WATER RESOURCES FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL (NON-GAAP)**  
**FOR THE YEAR ENDED JUNE 30, 2004**

	Budget	Actual	Variance Favorable (Unfavorable)
<b>OPERATING REVENUES</b>			
Charges for services:			
Water	\$ 20,060,000	\$ 20,015,486	\$ (44,514)
Connection fees	2,218,000	2,168,940	(49,060)
Other services	328,000	447,448	119,448
Miscellaneous revenues	2,700	162,661	159,961
Total operating revenues	<u>22,608,700</u>	<u>22,794,535</u>	<u>185,835</u>
<b>OPERATING EXPENDITURES</b>			
Department-wide expenses	6,438,860	6,010,277	428,583
Asheville/Buncombe Water Authority	31,385	19,954	11,431
Administration	400,189	670,818	(270,629)
Meter Service	406,472	412,377	(5,905)
Water conservation	99,274	85,126	14,148
Maintenance and repair - city water	4,720,201	4,083,477	636,724
Water production and quality	3,071,317	2,929,581	141,736
Construction crew	622,979	477,990	144,989
Total operating expenditures	<u>15,790,677</u>	<u>14,689,600</u>	<u>1,101,077</u>
Operating income	<u>6,818,023</u>	<u>8,104,935</u>	<u>1,286,912</u>
<b>NONOPERATING REVENUES (EXPENDITURES)</b>			
Interest earned	100,000	106,291	6,291
Principal payments on debt	(2,782,940)	(2,782,940)	-
Interest and debt service charges	(2,934,240)	(3,085,313)	(151,073)
Proceeds from the sale of fixed assets	-	43,804	43,804
Total nonoperating revenues (expenditures)	<u>(5,617,180)</u>	<u>(5,718,158)</u>	<u>(100,978)</u>
Revenues over expenditures before other financing uses and appropriated fund balance	<u>1,200,843</u>	<u>2,386,777</u>	<u>1,185,934</u>
<b>OTHER FINANCING (USES)</b>			
Transfers out:			
To Water Major Capital Projects Fund	(1,598,610)	(1,598,610)	-
Appropriated fund balance	<u>397,767</u>	<u>-</u>	<u>(397,767)</u>
Revenues and appropriated fund balance over expenditures and other financing uses	<u>\$ -</u>	<u>788,167</u>	<u>\$ 788,167</u>
Reconciling items:			
Depreciation		(3,662,517)	
Transfer to Water Major Capital Projects Fund		1,598,610	
Principal payments on debt		2,782,940	
Net activity in Water Bond and Water Major Capital Projects Funds		2,016,529	
Capital outlay		882,847	
Change in net assets		<u>\$ 4,406,576</u>	

**CITY OF ASHEVILLE**  
**WATER BOND CAPITAL PROJECTS FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES-BUDGET AND ACTUAL**  
**FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2004**

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total to Date</u>
<b>REVENUES</b>				
Investment earnings	\$ -	\$ 2,366,751	\$ 9,005	\$ 2,375,756
Total revenues	-	2,366,751	9,005	2,375,756
<b>EXPENDITURES</b>				
Master plan	527,071	483,724	-	483,724
Brevard Road	301,780	261,026	125	261,151
General capital project	444,112	259,631	1,250	260,881
Bee Tree	6,527,822	6,430,406	7,475	6,437,881
Sweeten Creek	477,545	540	732	1,272
Pisgah highway	240,966	786	-	786
US 74 phase 1&2	1,579,869	1,227,878	-	1,227,878
Hendersonville Road	393,000	-	-	-
Annexation	279,220	47,651	165,078	212,729
Reservoir rehab	572,335	83,810	151,693	235,503
Old US 70	7,000	1,620	-	1,620
Total expenditures	11,350,720	8,797,072	326,353	9,123,425
Revenues under expenditures before other financing sources	(11,350,720)	(6,430,322)	(317,348)	(6,747,669)
<b>OTHER FINANCING SOURCES</b>				
Proceeds from sale of bonds	11,350,720	11,320,104	-	11,320,104
Total other financing sources	11,350,720	11,320,104	-	11,320,104
Revenues and other financing sources over (under) expenditures	\$ -	\$ 4,889,782	\$ (317,348)	\$ 4,572,435

**CITY OF ASHEVILLE**  
**WATER MAJOR CAPITAL PROJECTS FUND**  
**SCHEDULE OF REVENUES AND EXPENDITURES-BUDGET AND ACTUAL**  
**FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2004**

	Project Authorization	Prior Years	Current Year	Total to Date
<b>REVENUES</b>				
Henderson County contribution	\$ 15,000	\$ 1,642	\$ -	\$ 1,642
Total revenues	<u>15,000</u>	<u>1,642</u>	<u>-</u>	<u>1,642</u>
<b>EXPENDITURES</b>				
US70/74-Tunnel Rd/Haw Creek	228,137	222,404	-	222,404
Pesticide mix station	655,000	310,578	79,459	390,037
Matching Funds/\$3M Grant	155,369	29,672	-	29,672
Critical need phase 2	332,278	-	-	-
Master plan improvement	262,117	8,600	-	8,600
NC Hwy 151 phase II	195,000	6,576	-	6,576
US25A Sweeten Crk II	824,852	11,172	90	11,262
Critical needs III -1	1,061,251	150,207	724,072	874,279
Critical needs III -2	910,733	3,072	615,120	618,192
Critical needs III -3	1,028,016	722,537	(45,575)	676,962
Treatment upgrades	4,000,000	269,649	1,105,497	1,375,146
NC191 Sardis Road	1,320,266	-	12,468	12,468
Environmental grant	144,000	107,066	31,322	138,388
Smokey Park bridge	37,300	-	1,020	1,020
Annexation 2001	383,481	-	12,174	12,174
Total expenditures	<u>11,537,800</u>	<u>1,841,533</u>	<u>2,535,647</u>	<u>4,377,180</u>
Revenues under expenditures before other financing sources	<u>(11,522,800)</u>	<u>(1,839,891)</u>	<u>(2,535,647)</u>	<u>(4,375,538)</u>
<b>OTHER FINANCING SOURCES</b>				
Transfers in:				
From Water Resources Fund	6,134,108	5,160,176	1,598,610	6,758,786
Capital grants	<u>5,388,692</u>	<u>393,910</u>	<u>2,076,882</u>	<u>2,470,792</u>
Total other financing sources	<u>11,522,800</u>	<u>5,554,086</u>	<u>3,675,492</u>	<u>9,229,578</u>
Revenues and other financing sources over expenditures	<u>\$ -</u>	<u>\$ 3,714,195</u>	<u>\$ 1,139,845</u>	<u>\$ 4,854,040</u>